

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC)	
SERVICE COMMISSION OF THE)	
APPLICATION OF THE FUEL ADJUST-)	
MENT CLAUSE OF CLARK RURAL)	CASE NO. 9739
ELECTRIC COOPERATIVE CORPORATION)	
FROM NOVEMBER 1, 1984, TO)	
OCTOBER 31, 1986)	

O R D E R

Pursuant to 807 KAR 5:056, Sections 1 (11) and 1 (12), the Public Service Commission ("Commission") issued its Order on November 14, 1986, scheduling a hearing to review the operation of the fuel adjustment clause of Clark Rural Electric Cooperative Corporation ("Clark") for the past 2 years and to determine the amount of fuel cost that should be transferred (rolled in) to the base rates in order to reestablish the fuel adjustment charge. Clark was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Utility and Rate Intervention Division or other interested parties or by the Commission on its own motion.

Clark filed all requested information, including its monthly fuel charges for the 2-year period under review and its affidavit of compliance with the provisions of the fuel adjustment clause as prescribed in 807 KAR 5:056. Following proper notice, no party of record requested Clark to appear at the hearing scheduled for February 10, 1987.

The Commission approved a transfer (roll-in) of <1.46> mills per KWH to the base rates of Clark's wholesale supplier, East Kentucky Power Cooperative, Inc., ("East Kentucky") in Case No. 9731. Approval of East Kentucky's proposal requires that Clark also be authorized to roll-in those same fuel costs to its base rates.

The Commission, having considered the evidence of record and being advised, finds that:

1. Clark has complied in all material respects with the provisions of 807 KAR 5:056.

2. Clark's wholesale supplier has been authorized to transfer (roll-in) to its base rates fuel costs of <1.46> mills per KWH in Case No. 9731.

3. Clark should be authorized to decrease the rates charged its customers by 1.59 mills per KWH in order to transfer fuel costs rolled-in by East Kentucky from the fuel adjustment clause to the base rates pursuant to the Commission's Order in Case No. 9731 and applicable line loss, and this can best be accomplished by a uniform reduction in all energy rates.

4. The revised rates and charges in Appendix A are designed to reflect the transfer of fuel costs from the fuel adjustment clause rate to the base rates.

IT IS THEREFORE ORDERED that:

(1) The charges and credits applied by Clark through the fuel adjustment clause for the period November 1, 1984, through October 31, 1986, be and they hereby are approved.

(2) Clark be and it hereby is authorized to transfer to its base rates fuel costs transferred (rolled-in) by its wholesale supplier pursuant to Case No. 9731.

(3) The rates in Appendix A be and they hereby are approved for service rendered by Clark on and after May 1, 1987, which is also the effective date for East Kentucky's rates.

(4) Within 30 days from the date of this Order Clark shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 28th day of April, 1987.

PUBLIC SERVICE COMMISSION

Richard D. Hemen
Chairman

Leo Cherry
Vice Chairman

Deane M. Williams
Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER TO THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9739 DATED 4/28/87

The following rates and charges are prescribed for the customers in the area served by Clark Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

SCHEDULE R FARM AND HOME SERVICE*

Rates:

First	25 KWH (Minimum Bill)	\$4.91	Per Month
Next	575 KWH per KWH	.07135	Per KWH
Over	600 KWH per KWH	.05724	Per KWH

Minimum Charge:

The minimum monthly charge shall be \$4.91.

SCHEDULE R T-O-D FARM AND HOME SERVICE T-O-D*

Monthly Rates

On-Peak Rate:

Service Charge	\$ 3.13	
Under 600 KWH per Month	.07135	Per KWH
Service Charge	11.59	
Over 600 KWH per Month	.05724	Per KWH
Off-Peak Rate:		
Under 600 KWH per Month	.04109	Per KWH
Over 600 KWH per Month	.03262	Per KWH

SCHEDULE A & B
COMMERCIAL AND INDUSTRIAL LIGHTING AND POWER SERVICE*

Rates:

Demand Charge

First 10 KW of Billing Demand	No Charge	
Over 10 KW of Billing Demand	\$5.02	Per KW

<u>Energy Charge</u>	<u>A</u> Less Than 10 KW Demand	<u>B</u> More Than 10 KW Demand
First 80 KWH (Min. Bill)	\$10.81	\$10.40
Next 20 KWH per KWH	.13267	.12742
Next 900 KWH per KWH	.07735	.07401
Next 1,000 KWH per KWH	.07001	.06691
Over 2,000 KWH per KWH	.06288	.06001

Minimum Monthly Charge:

The minimum monthly charge shall be \$10.81 single-phase service and \$32.25 for three-phase service.

Minimum Annual Charge for Seasonal Service:

Consumers requiring service only during certain seasons of the year shall be billed under the above schedule plus 25 percent and the minimum monthly charge shall not apply. There shall be a minimum annual charge sufficient to assure adequate compensation for the facilities installed to serve the consumer, but in no case, less than \$129.72 per year for single-phase service and \$387.00 per year for three-phase service nor less than \$60.24 per kilowatt of maximum demand established during the year.

SCHEDULE E
SERVICE TO SCHOOLS, CHURCHES, AND COMMUNITY HALLS*

RATES:

First	25 KWH (Minimum Bill)	\$4.98	per month
Next	975 KWH per KWH	.08145	per KWH
Over	1,000 KWH per KWH	.06327	per KWH

Minimum Charge:

The minimum monthly charge shall be \$5.02.

SCHEDULE SL-3
STREET LIGHTING SERVICE*

Base Rate Per Lamp Per Year:

<u>Lamp Size</u>	<u>Bare Lamp With Reflector</u>	<u>Luminaire With Bracket Attachment to Wooden Pole</u>
100 Watt-Incandescent	\$ 40.46	\$
150 Watt-Incandescent	47.56	
200 Watt-Incandescent	55.71	61.04
300 Watt-Incandescent		78.50
175 Watt-Mercury Vapor		60.23
400 Watt-Mercury Vapor		118.17

SCHEDULE L
LARGE POWER SERVICE*

Rates:

Demand Charge

First 50 KW or less of Billing Demand	\$251.00
Over 50 KW of Billing Demand	5.02 Per KW

Energy Charge

First 50 KWH of Billing Demand	.05961 Per KWH
Next 100 KWH of Billing Demand	.04740 Per KWH
All Remaining KWH of Billing Demand	.04115 Per KWH

Minimum Monthly Charge:

The minimum monthly charge shall be the highest one of the following charges as determined for the consumer in question:

1. The minimum monthly charge specified in the contract for service.
2. The demand charge.
3. A charge of \$251.00.

SCHEDULE M

RATES:

Demand Charge \$8.23 Per Month

Energy Charge:

First	100,000 KWH per month	.04846	Per KWH
Next	900,000 KWH per month	.03392	per KWH
Over	1,000,000 KWH per KWH	.02927	per KWH

SCHEDULE P*

Rates:

Demand Charge

First	500 KW or less of Billing Demand for	\$2,510.00 Per Month
Over	500 KW of Billing Demand	5.02 Per KW

Energy Charge

First	3,500 KWH	\$.05491	Per KWH
Next	6,500 KWH	.04522	Per KWH
Next	140,000 KWH	.04033	Per KWH
Next	200,000 KWH	.03735	Per KWH
Next	400,000 KWH	.03639	Per KWH
Next	550,000 KWH	.03515	Per KWH
Over	1,300,000 KWH	.03342	Per KWH

MINIMUM MONTHLY CHARGE

The minimum monthly charge shall be the highest one of the following charges as determined for the consumer in question:

1. The minimum monthly charge specified in the contract for service.
2. The demand charge.
3. A charge of \$2,510.00.

SCHEDULE S OUTDOOR LIGHTING - SECURITY LIGHTS*

Rate Per Light Per Month:

Mercury Vapor Lamp	175 Watt	\$5.54 Per Month
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***Fuel Adjustment Charge**

The above rate may be increased by an amount per KWH equal to the fuel adjustment amount per KWH as billed by the Wholesale Power Supplier plus an allowance for line losses. The allowance for line losses will not exceed 10 percent and is based on a 12-month moving average of such losses.